

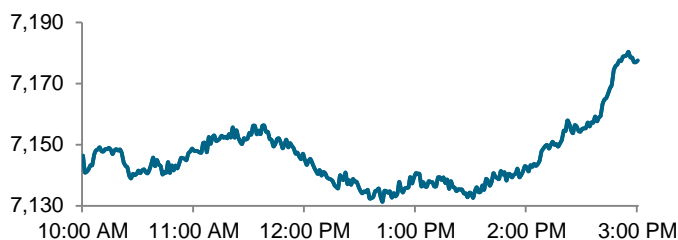
DAILY MARKETS OVERVIEW

السعودي الفرنسي كابيتال
Saudi Fransi Capital
تميز في الخدمة، تفوق في الأداء



DECEMBER 27, 2017

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,178	0.4	-0.4	-0.5	17.0
Saudi (NOMU)	3,260	5.1	5.1	NA	NA
Energy	4,294	1.1	-0.2	-13.7	15.2
Materials	4,983	0.3	-0.7	0.0	20.4
Capital Goods	4,306	0.4	-1.4	-13.7	14.9
Com. & Prof. Svc	4,203	0.3	1.4	-16.7	19.2
Transportation	4,022	-0.3	-0.5	-21.1	15.5
Cons. Durables & Apparel	4,063	0.3	-0.8	-12.5	NA
Consumer Services	3,699	0.5	-0.5	-23.5	12.0
Media	7,787	0.7	0.2	52.1	NA
Retailing	5,633	0.3	1.3	14.7	18.5
Food & Staples Retailing	5,540	0.7	1.0	9.6	24.6
Food & Beverages	4,916	0.0	-1.7	0.3	42.7
Health Care Equipment	4,456	-0.3	-1.6	-11.2	24.0
Pharma, Biotech & Life Science	3,931	-0.5	1.0	-27.0	9.8
Banks	5,461	0.4	-0.2	7.4	11.2
Diversified Financials	3,997	0.6	0.3	-19.9	NA
Insurance	4,708	-0.1	0.4	-4.2	16.7
Telecommunication	4,198	0.0	-0.9	-16.1	14.2
Utilities	4,394	1.3	-5.6	-9.6	8.6
REITs	4,653	-0.7	1.8	-6.9	NA
Real Estate	4,745	1.5	0.9	-5.4	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Dar Alarkan Real Estate Development Co.	14.11	7.6%	793.1
Al-Jouf Agriculture Development Co.	29.57	6.1%	38.2
Saudi Industrial Export Co.	153.77	5.3%	36.5
AXA Cooperative Insurance Co.	20.53	3.6%	7.6
Tabuk Cement Co.	14.33	3.4%	17.2

Source: Tadawul

Upcoming General Assembly Meetings

Company	Proposed Date
Saudi Steel Pipe Co.	27-Dec-17
Saudi Arabian Cooperative Insurance Co.	27-Dec-17
Malath Cooperative Insurance and Reinsurance Co.	27-Dec-17
Sahara Petrochemical Co.	27-Dec-17
Saudi Cement Co.	27-Dec-17
Takween Advanced Industries Co.	28-Dec-17

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of December 27, 2017
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- The TASI gained 0.4% to close at 7,178 on Tuesday. The NOMU closed 5.1% higher at 3,260. TASI traded value totaled SAR 3.5bn and averaged SAR 4.0bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 56.9% of the daily traded value.
- Banks and Materials gained 0.4% and 0.3% respectively. Telecom closed flat. Real Estate (up 1.5%) was the best performer. Among stocks, Dar Alarkan Real Estate Development Co. (4300/ALARKAN AB), Al-Jouf Agriculture Development Co. (6070/JADCO AB), and Saudi Industrial Export Co. (4140/SIECO AB) led gainers.
- The General Authority for Statistics revealed the cost of living index edged up 0.1% Y/Y in November. The authority ascribed the increase to a Y/Y rise in the cost of education (2.5%), telecommunications (2.1%), miscellaneous goods and services (1.1%), and health (0.8%). Also, the index edged up 0.1% M/M. (Source: Mubasher)
- The Ministry of Labor and Social Development issued new rules for expatriate work licenses and levy. Accordingly, a fee of SAR 100 would be paid by companies per foreign worker to issue a one-year work permit. (Source: Argam)
- According to Al Gassim Investment Holding Co.'s (6020/GACO AB) statement to Tadawul, the company approved a purchase offer submitted by a shareholder in Pure Breed Poultry Co. to buy GACO's 6.5% stake in the company for SAR 9.4mn (USD 2.5mn). (Source: Argam)
- Mulkia Gulf Real Estate REIT (4336/MULKIA AB) announced it signed an agreement with Bank Albilad (1140/ALBI AB) to obtain SAR 300mn (USD 80mn) Shariah-compliant facilities with a Murabaha rate of 2.25% + SAIBOR 6 months with the implementation of the Murabaha mechanism semi-annually. (Source: Tadawul)
- According to Mouwasat Medical Services Co.'s (4002/MOUWASAT AB) statement to Tadawul, the company signed a construction contract worth SAR 205mn (USD 54.7mn) with Project Build General Contracting Company Limited to build its new branch in Madinah. (Source: Mubasher)
- The BoD of Alawwal Bank (1040/ALAWWAL AB) recommended cash dividend of SAR 0.25 per share for 2017. This implies a full-year yield of 2.1%. (Source: Tadawul)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Chemical Co.	32.54	-2.5%	4.8
Alandalus Property Co.	20.52	-2.4%	14.6
Jadwa REIT Al Haramain Fund	10.43	-2.1%	5.7
Aljazira Takaful Taawuni Co.	27.18	-2.0%	6.7
Saudi Cable Co.	45.95	-1.9%	11.6

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Dar Alarkan Real Estate Development Co.	14.11	7.6%	793
Alinma Bank	19.60	3.3%	538
Saudi Basic Industries Corp.	101.42	0.1%	329
Saudi Kayan Petrochemical Co.	10.73	2.5%	158
Al Rajhi Bank	64.26	0.5%	153

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	3,332	-0.7	-1.0	-5.6	21.1
Abu Dhabi (ADX)	4,320	-0.4	-0.7	-5.0	15.5
Kuwait (KSE)	6,369	0.4	-0.7	10.8	15.6
Qatar (QE)	8,501	-0.8	-1.4	-18.5	13.7
Oman (MSM)	5,007	-0.3	-1.1	-13.4	12.0
Bahrain (BSE)	1,285	-0.6	0.3	5.3	7.6
DJMENA Index	519	0.1	-0.4	-0.2	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,681	-0.1	-0.1	19.7	22.5
US (NASDAQ 100)	6,936	-0.3	-0.3	28.9	23.4
UK (FTSE 100)	7,593	-0.1	1.4	6.3	22.7
Germany (DAX)	13,073	-0.3	-0.2	14.2	19.2
France (CAC 40)	5,365	-0.4	0.3	10.3	18.4
Russia (MICEX)	2,097	-0.4	-0.3	-5.0	7.1
Japan (Nikkei)	22,893	-0.2	0.0	19.6	19.6
Hong Kong (HSI)	29,578	0.7	2.5	34.4	13.8
South Korea (KOSPI)	2,427	-0.5	-0.5	19.8	10.1
China (SHCOMP)	3,306	0.8	0.3	6.5	16.7
India (NIFTY)	10,532	0.4	0.4	28.7	23.8
Brazil (IBOV)	75,708	0.7	0.7	25.7	18.8
Turkey (BIST 100)	1,12,007	0.2	0.8	43.3	9.7
Egypt (EGX30)	14,923	0.5	1.7	20.9	9.5
MSCI Emerging Markets	1,139	-0.2	-0.2	32.1	15.7
MSCI World	2,099	0.0	0.0	19.9	21.5

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	67.0	2.7	2.7	18.0	23.1
Natural Gas (\$/mmbtu)	2.6	-0.9	-0.9	-30.1	-27.4
Gold (\$/oz)	1,283	0.6	0.6	11.3	13.1
Silver (\$/oz)	16.5	1.0	0.9	3.9	5.1
Platinum (\$/oz)	923	0.3	0.4	2.1	3.3
Copper (\$/t)	7,085	0.6	3.4	28.3	28.8
Zinc (\$/t)	3,265	0.9	1.9	27.7	25.6
Lead (\$/mt)	2,473	-0.7	-1.5	24.6	14.1
Wheat (\$/bu)	422	-0.6	-0.6	-11.6	-10.5
Corn (\$/bu)	353	0.2	0.2	-9.3	-8.9
Sugar (\$/lb)	14.7	0.7	0.7	-20.9	-18.0

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.69	0.01	0.69	0.00
Saudi Arabia	1.90	0.00	-0.14	0.21
UAE	1.80	0.02	0.32	0.11
Kuwait	1.88	0.00	0.44	0.19
Qatar	2.72	0.00	0.94	1.03
Bahrain	2.73	0.00	0.63	1.04

Source: Reuters

NOTES: (1) Prices updated as of December 27, 2017 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended mixed on Tuesday. The S&P 500 and NASDAQ declined 0.1% and 0.3% respectively. Dow Jones Industrial ended flat. European markets were closed for trading.
- Asian markets are trading mixed on Wednesday. China is down by 0.1% while Japan is up by 0.1%. South Korea is down by 0.2% while Hong Kong is trading flat. India is up by 0.1% in morning trade.
- GCC markets ended mixed on Tuesday. Dubai and Abu Dhabi declined 0.7% and 0.4% respectively. Kuwait ended 0.4% higher while Qatar ended 0.8% lower. Oman and Bahrain closed 0.3% and 0.6% lower respectively.
- The Director of Dubai Customs revealed Dubai's non-oil foreign trade with Japan declined 29.4% Y/Y to USD 8.4bn (AED 30.9bn) in the first nine months of 2017 from USD 11.9bn (AED 43.7bn). (Source: Arabian Business)
- The Statistics Centre - Abu Dhabi revealed the number of buildings completed in Abu Dhabi increased 3.6% Y/Y to 1,104 in 3Q17 from 1,066. Residential buildings accounted for 87.0% of the completed structures, totaling 951 buildings. (Source: Trade Arabia)
- Two new regulations related to repurchase agreements (Repo) and Islamic Murabaha transactions were introduced by Dubai Financial Market. These regulations would allow market participants to diversify and create more value using listed securities in a non-trade-related manner. (Source: Argam)
- The Central Bank of Bahrain's issue of the 5.5 year Government Development Bonds got fully subscribed. Subscriptions worth BHD 200mn (USD 531mn) were received for the BHD 200mn (USD 531mn) issue. (Source: Gulf Base)
- The Federal Tax Authority stated value-added tax (VAT) would be applicable to the telecommunications sector. For postpaid services, 5% of the total amount of the invoice would be charged to users, whereas VAT for prepaid services would be calculated at 5% on the purchase of a new SIM after January 1, 2018. (Source: Gulf Base)
- Union Properties (UPP UH) announced plans to raise capital through an initial public offering of the shares of ServeU, its facilities management subsidiary, in 2H18. (Source: Zawya)
- Kuwait Times reported United Projects for Aviation Services Company signed a five-year KWD 50.1mn (USD 164mn) loan facility agreement to finance its investment in Abu Dhabi's Reem Mall. The agreement was signed with the Ahli Bank of Kuwait (ABK KK) and Gulf Bank (GBK KK). (Source: Trade Arabia)
- According to National Central Cooling Co.'s (TABREED UH) bourse statement, the company signed a three-year cooperation agreement with Abu Dhabi Future Energy Company (Masdar) to operate and improve Masdar's first district cooling plant. (Source: Mubasher)
- The CEO of Emirates Integrated Telecommunications Co (DU UH) revealed the company would launch the fifth generation of mobile networks (5G), in line with the Telecommunications Regulatory Authority's initiation of 5G technology in the UAE. (Source: Mubasher)

Coming Up

- US jobless claims for the week ended December 23 (prior: 245K) will be announced tomorrow. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended December 22 (prior: -6.5mn barrels) will be announced tomorrow. (Source: Econoday)
- US ISM Manufacturing Index for the month of December 2017 (prior: 58.2) will be announced on January 2, 2018. (Source: Econoday)

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